

AN ORDINANCE BY

02- 0 -1556

FINANCE/EXECUTIVE COMMITTEE

AN ORDINANCE TO AMEND THE 2002 (AIRPORT RENEWAL & EXTENSION FUND) BUDGET BY TRANSFERRING TO AND FROM APPROPRIATIONS THE AMOUNT OF \$6,500,000.00, FOR THE PURPOSES OF FUNDING A CHANGE ORDER NO. 2 TO AIRPORT CONTRACT FC-7241-00, 5th RUNWAY TRUNK DRAINAGE AND SEWERS WITH THALLE CONSTRUCTION/ARTIS GROUP JV, A JOINT VENTURE THAT SHALL BE CHARGED TO AND PAID FROM FUND, ACCOUNT AND CENTER NUMBER 2H21 574001 R21E05069999; AND FOR OTHER PURPOSES.

WHEREAS, the City of Atlanta ("CITY") entered into a Contract (No. FC-7241-00) with Thalle Construction Company and The Artis Group, A Joint Venture for the 5th Runway Trunk Drainage and Sewers Project on behalf of the Department of Aviation at Hartsfield Atlanta International Airport, dated October 24, 2001; and

WHEREAS, Thalle Construction has encountered site conditions that differ from those depicted in the Contract drawing and reports. The unforeseen subsurface geotechnical conditions, which could not have been predicted at the time the drawings and reports were prepared, include weathered and fissured rock, deeper bearing strata and a lack of adequate load bearing rock to support the east end of the cast-in-place double box culvert have resulted in additional work requirements; and

WHEREAS, to mitigate the differing site conditions and accelerate the production rate, the Contractor has been required to use larger drilling equipment and work up to 24 hours per day. This has resulted in a ninety percent (90%) increase in man-hour requirements.

WHEREAS, it is desirable and in the best interest of the CITY to issue a Change Order No. 2 to the Contract in the amount of \$6,500,000.00 to facilitate completion of the project on schedule; and

WHEREAS, the General Manager of the Department of Aviation and the Director of the Bureau of Purchasing and Real Estate have recommended Change Order No. 2 to FC-7241-00 5th Runway Trunk Drainage and Sewers be executed;

WHEREAS, it is now necessary to amend the 2002 (Airport Renewal & Extension Fund) Budget to adequately fund said change order.

NOW, THEREFORE, THE COUNCIL OF THE CITY OF ATLANTA, GEORGIA, HEREBY ORDAINS as follows:

SECTION 1: That the 2002 (Airport Renewal & Extension Fund) Budget be and hereby is amended as follows:

TRANSFER FROM APPROPRIATIONS

2H21 791001 T11001	Reserve for Appropriations	\$6,500,000.00
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TRANSFER TO APPROPRIATIONS

2H21 774001 R21E05069999 Facilities other than Buildings \$6,500,000.00

SECTION 2: That all ordinances or parts in conflict herewith be the same are hereby repealed.

TRANSMITTAL FORM FOR LEGISLATION

To Mayor's Office: Greg Pridgeon

General Manager's Signature: MCS

From: Originating Dep't Aviation

Committee of Purview: Finance

Committee Meeting: 09/11/02

Contact Person: Charles Bell 404-209-1700

Committee Deadline: 08/30/02

Council Meeting: 9/16/02

CAPTION:

AN ORDINANCE TO AMEND THE 2002 (AIRPORT RENEWAL & EXTENSION FUND) BUDGET BY TRANSFERRING TO AND FROM APPROPRIATIONS THE AMOUNT OF \$6,500,000.00, FOR THE PURPOSES OF FUNDING A CHANGE ORDER NO. 2 TO AIRPORT CONTRACT FC-7241-00, 5th RUNWAY TRUNK DRAINAGE AND SEWERS WITH THALLE CONSTRUCTION/ARTIS GROUP JV, A JOINT VENTURE THAT SHALL BE CHARGED TO AND PAID FROM FUND, ACCOUNT AND CENTER NUMBER 2H21 574001 R21E05069999; AND FOR OTHER PURPOSES.

BACKGROUND/DISCUSSION:

This paper authorizes a transfer of funds in the amount of \$6,500,000 from the Airport Renewal & Extension Fund's Reserve for Appropriations account. The transfer is needed to provide funding for change order #2 to Contract FC-7241-00 (5th Runway Trunk Drainage and Sewers). Thalle Construction, the prime contractor in the project, encountered site conditions that differ from those depicted in the Contract drawing and reports. The unforeseen subsurface geotechnical conditions, which could not have been predicted at the time the drawings and reports were prepared, include weathered and fissured rock, deeper bearing strata and a lack of adequate load bearing rock to support the east end of the cast-in-place double box culvert and have resulted in additional work requirements. Such circumstances will impact the cost of the contract.

FINANCIAL IMPACT: \$6,500,000.00

SOURCE: 2002 Renewal & Extension Fund

Fund Account Center numbers and availability of funds verified by Financial Analyst, Tracy Curry.

Mayor's Staff Only:

Received by Mayor's Office: 8/27/02

(Date)

Reviewed: [Signature]

(Initials)

(Date)

Submitted to Council: _____

Action by Committee: Approved Adversed Held
 Amended Substituted Referred Other